

The State of Utah

Department of Natural Resources

Division of Oil, Gas & Mining

ROBERT L. MORGAN Executive Director

LOWELL P. BRAXTON
Division Director

Permitee: LODESTAR ENERGY INC

Site: WHITE OAK MINE

Address: ,

Operator:

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: RECLAIMED

OLENE S. WALKER

Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

Representativ	es Present During the Inspection:
OGM	Priscilla Burton
OGM	Ingrid Campbell

Inspection Report

Permit Number:	C0070001			
Inspection Type:	COMPLETE			
Inspection Date:	Thursday, September 09, 2010			
Start Date/Time:	9/9/2010 11:00:00 AM			
End Date/Time:	9/9/2010 3:00:00 PM			
Last Inspection:	Monday, August 23, 2010			

Inspector: <u>Priscilla Burton</u>.
Weather: <u>cloudy 50 F</u>

InspectionID Report Number: 2491

Types of Operations

Accepted by: jhelfric

9/20/2010

Current Acreages

3,906.00	Total Permitted Total Disturbed			
151.10				
	Phase I			
	Phase II			
	Phase III			

Mineral Ownership

✓ Federal ✓ Underground
✓ State ✓ Surface
✓ County ✓ Loadout
✓ Fee ☐ Processing

☐ Other ☐ Reprocessing

Gates unlocked to both loadout and mine site. R.R. personnel at loadout. Logger working near minesite. Ingrid Wieser evaluating vegetation at mine site. The analytical results of the sample taken from the reconstructed Whiskey Creek channel during a rainfall event on July 29, 2010 have been received from the Utah State Department of Health, Division of Laboratory Services.

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

Inspector's Signature:

In Va Tomton

Date '

Thursday, September 09, 2010

Priscilla Burton,

Inspector ID Number: 37

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas and Mining.



Permit Number: C0070001

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- Substantiate the elements on this inspection by checking the appropriate performance standard.
 For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
- b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
 Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcemen
1.	Permits, Change, Transfer, Renewal, Sale	V			
2.	Signs and Markers		<u> </u>		
3.	Topsoil	✓			
4.a	Hydrologic Balance: Diversions		<u> </u>		
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	<u> </u>	П		
4.c		<u> </u>		$\overline{\mathbf{Z}}$	
4.d		<u> </u>	<u>_</u>	<u> </u>	
4.e	Hydrologic Balance: Effluent Limitations		<u> </u>		
5.	Explosives		<u> </u>		
6.	Disposal of Excess Spoil, Fills, Benches		<u> </u>		<u> </u>
7.	Coal Mine Waste, Refuse Piles, Impoundments		<u> </u>	<u> </u>	
8.	Noncoal Waste		<u> </u>		
9.	Protection of Fish, Wildlife and Related Environmental Issues	<u> </u>			
10.		<u> </u>		<u> </u>	
11.					
12.			<u> </u>		
13.	Revegetation	<u> </u>			
	Subsidence Control	<u> </u>		<u> </u>	
	Cessation of Operations		<u> </u>		
	Roads: Construction, Maintenance, Surfacing	<u> </u>			_
	Roads: Drainage Controls	<u> </u>			
	Other Transportation Facilities				
_	Support Facilities, Utility Installations				
	AVS Check				
	Air Quality Permit			<u> </u>	
	Bonding and Insurance				
	Other				

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4.c Hydrologic Balance: Other Sediment Control Measures

Pond 004 photos DSCN0429 and DSCN0430 taken on 6/7/2005 illustrate the former location and size of this pond.

Log retainers such as those proposed for the Whiskey Creek channel have been installed in Mud Creek just north of Scofield. These log structures were photographed and are in the White Oak Images 09092010 folder.

4.d Hydrologic Balance: Water Monitoring

The analytical results of the sample taken from the reconstructed Whiskey Creek channel during a rainfall event have been received from the Utah State Department of Health Division of Laboratory Services. The results were sent to the internal file and are summarized as follows: field pH = 8.24; field temperature = 14.1 C; Total Fe = 10.8 mg/l; Total P = 8.3 mg/l; TDS = 830 mg/l; TSS = 10,550 mg/l; nitrite and nitrate N = 0.648 mg/l; NH4 nitrogen = 0.059.mg/l.

Samples of spring water at both the loadout and the mine site were sampled on 8/26/2010.

9. Protection of Fish, Wildlife and Related Environmental Issues

Raptor with white underside and black tipped wings was noted and thought to be a rough-legged hawk. A burrow with large amounts of scat at the entrance was noted on the south slope about the location of proposed Terrace B and midway between the reconstructed channel and the end of the access road. The scat suggests bobcat or coyote.

10. Slides and Other Damage

No change.

13. Revegetation

Ingrid is conducting a vegetation survey of the entire mine site.

14. Subsidence Control

No Change.

UTAH STATE DEPARTMENT OF HEALTH DIVISION OF LABORATORY SERVICES Environmental Chemistry Analysis Report

RECEIVED SEP 07 2010

DIV. OF OIL, GAS & MINING

DEPT OF NATURAL RESOURCES - OGM ATTN; KEVIN LUNDMARK 1594 W NORTH TEMPLE - STE 1210 SALT LAKE CITY UT 84114-1210

801-538-5352

Lab Number: 201003779 Sample Type: 04 Cost Code: 900B Description: WC-1 Collector: KWC Site ID: WT1177 Source No: 00 | Organic Review: Sample Date: 07/29/2010 Time: 10:20 | Inorganic Review: 08/30/2010 Radiochemistry Review: Microbiology Review: TEST RESULTS: Ammonia N 0.059 mg/l0.648 mg/1 8.3 mg/1 NO2+NO3, N T-Iron $10.8 \, \text{mg/l}$ T. Phos. T.Sus.Sol 10550.0 mg/l TDS @ 180C 830 mg/l QUALIFYING COMMENTS (*) on test results: NO COMMENTS

END OF REPORT